

Message Text

CONFIDENTIAL

PAGE 01 LIMA 01595 261459Z

53

ACTION ARA-10

INFO OCT-01 ISO-00 SP-02 AID-05 EB-07 NSC-05 CIEP-01

TRSE-00 SS-15 STR-01 OMB-01 CEA-01 L-02 H-01 IGA-01

PA-01 PRS-01 USIA-06 CIAE-00 INR-07 NSAE-00 COME-00

FRB-03 XMB-02 AGR-05 ARAE-00 /078 W

----- 057088

P R 261425Z FEB 75

FM AMEMBASSY LIMA

TO SECSTATE WASHDC PRIORITY 4073

INFO AMEMBASSY CARACAS

C O N F I D E N T I A L LIMA 1595

E.O. 11652: GDS

TAGS: EFIN, IDB, VE, PE

SUBJECT: VENEZUELAN TRUST FUND AGREEMENT WITH IDB

REF: STATE 040656

1. ECONOMIC COUNSELOR DISCUSSED SUBJECT ON FEBRUARY 25 WITH ROBERTO KEIL, DIRECTOR SUPERIOR (VICE MINISTER) OF MINISTRY OF ECONOMY AND FINANCE. COUNSELOR MADE POINTS THAT WHILE USG IS OF COURSE PLEASED WITH GOV DECISION TO MAKE AVAILABLE \$500 MILLION TO IDB, USG IS CONCERNED THAT GOV HAS DECIDED ON RELATIVELY HARD TERMS OF EIGHT PERCENT USG IS ALSO CONCERNED BY POSSIBLE IMPLICATIONS OF GOV DECISION, PARTICULARLY INSOFAR AS FUTURE U.S. CONTRIBUTIONS MIGHT BE AFFECTED. COUNSELOR ALSO MADE POINT THAT USG WOULD HAVE CONSIDERED AVAILABILITY OF \$100 MILLION IN BOLIVARES ACCEPTABLE ALTERNATIVE.

2. KEIL LISTENED POLITELY BUT SAID HE CONSIDERED ESTABLISHMENT OF TRUST FUND OF THIS MAGNITUDE MOST IMPORTANT AND PRAISEWORTHY FACTOR, AND THAT IF GOV BELIEVED THAT RATE SHOULD BE EIGHT PERCENT, THIS WAS AN INTERNAL DECISION WHICH GOV UNDOUBTEDLY MADE

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 LIMA 01595 261459Z

FOR GOOD AND SUFFICIENT REASONS. GOV WOULD THEREFORE

HAVE NOTHING TO SAY IN THE MATTER. KEIL SAID GOP
WOULD BE REPRESENTED BY DR. ARMANDO PRUGUE, PERUVIAN
ALTERNATIVE EXECUTIVE DIRECTOR.

3. COMMENT: KEIL'S REACTION WAS PREDICTABLE. GOP
CONSIDERS ITSELF ALIGNED WITH VENEZUELA IN INTER-AMERICAN
FORUMS AND IS MOREOVER LOOKING TOWARD DIRECT VENEZUELAN
ASSISTANCE IN COVERING ITS PETROLEUM DEFICIT (LIMA 1308
AND 1543). ON BOTH COUNTS GOP WOULD BE RELUCTANT TO
TAKE ISSUE WITH GOV, PARTICULARLY IN MATTER WHICH, AS
KEIL'S RESPONSE INDICATES, GOP REGARDS AS INTERNAL
VENEZUELAN AFFAIR.

DEAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptoning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, DIPLOMATIC DISCUSSIONS, TRUST FUNDS, DEVELOPMENT BANKS
Control Number: n/a
Copy: SINGLE
Draft Date: 26 FEB 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LIMA01595
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750067-0927
From: LIMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750211/aaaaajvx.tel
Line Count: 74
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 STATE 040656
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 11 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <11 SEP 2003 by WorrelSW>; APPROVED <14 OCT 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: VENEZUELAN TRUST FUND AGREEMENT WITH IDB
TAGS: EFIN, VE, PE, US, IDB, (KEIL, ROBERT)
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006